

FORM G-405

REPORT ON FINANCES AND OPERATIONS OF GOVERNMENT SECURITIES BROKERS AND DEALERS PART I

OMB APPROVAL

OMB# 1535-0089

(Please read instructions before preparing Form.)

Name of Government Securities Broker or Dealer

As of (Month/Day/Year)

Address of Principal Place of Business

(No. and Street)

(City)

(State)

(ZIP Code)

INSTRUCTIONS Schedule A— Routine Report

- 1. Subordinated Loan Agreements** - (As Defined in Appendix D, Rule 15c3-1 as modified by 17 CFR 402.2d) - Enter the total amount of cash obtained pursuant to subordinated loan agreements in effect at the report date. This item corresponds to the same item number in Parts II and IIA.
- 2. Secured Demand Notes** - (As Defined in Appendix D, Rule 15c3-1 as modified by 17 CFR 402.2d) - Enter the total face amount of all secured demand notes in effect at report date. This item corresponds to the same item number in Parts II and IIA.
- 3. Total Subordinations Allowable for Liquid Capital** - (Total of lines 1 and 2) - This item corresponds to the same item number in Parts II and IA.
- 4. Ownership Equity/Partnership Capital** - Start of Month - Enter here the same total amount from the prior month-end (corrections of prior month should be included on line 7) as reported on Part I or II. Lines 5 through 7 reflect all changes of ownership equity qualified for inclusion in liquid capital from the last previously filed Form G-405.
- 5. Unconsolidated Income/Expense for the Month**
 - a. Enter the net of realized and unrealized gains (or losses) in all trading, investment and other proprietary accounts for the current reporting month. Losses should be recorded in brackets. This item corresponds to the sum of items 3950 and 3952 in Parts II and IIA.
 - b. Report unconsolidated gross income for the current reporting month excluding realized or unrealized gains (or losses) reported under item 5(a) above.
 - c. Enter the total unconsolidated expense for the current reporting month. Provision for federal income taxes should not be included in this amount.
 - d. Federal income taxes to be reported by corporations only.
- 6. Net Profit (or Loss) for the Month** - Net of lines 5(a) through 5(d).
- 7. Other (Exclude Non-Conforming Capital)**
 - a. Additions to Capital - includes all additions to capital even though subsequently withdrawn before the end of the period. Capital additions which are not qualified for liquid capital should be excluded. Also include sale of capital stock or partners' contributions and income adjustments applicable to prior periods, or non-recurring items not included in 5(a), (b) or (d).
 - b. Deductions from Capital (Exclude Non-Conforming Capital) - include contributions made and withdrawn during the period, partners' capital withdrawals, retirement or repurchase of capital stock, dividends and income adjustments applicable to prior periods, or other non-recurring items (adjusted for any related income tax provision) not included in lines 5(c) or (d).
- 8. Ownership Equity/Partnership Capital** - End of Month - This item corresponds to the same item number in Parts II and IIA. Include here the total of lines 4, 6 and 7(a) less 7(b).
- 9. Other Deductions or Allowable Credits** - This item allows for adjustments, both deductions and additions (such as deferred tax credits) not otherwise provided for in lines 4 through 8. These adjustments will generally arise as a result of the provisions of subparagraph (c)(2)(i) of Rule 15c3-1 as modified by 17 CFR 402.2(d)(3). Sole proprietors who are government securities brokers or dealers shall record on line 9 any deductions required by subparagraph (c)(2)(iii) of Rule 15c3-1.
- 10. Total Capital and Allowable Subordinations** - Total (add lines 3, 8 and 9) represents the capital and subordinated liabilities which are qualified for liquid capital as defined in 17 CFR 402.2 which incorporates Rule 15c3-1 with modifications. This item corresponds to the same item number in Parts II and IIA.
- 11. Added Charges - Customer and Non-Customer Securities Accounts** - The rule requires a deduction for deficiencies in customers' or non-customers' accounts in meeting the maintenance margin requirements set forth in Article III, Section 30, Appendix A of the Association's Rules of Fair Practice. This item corresponds to the same item number in Part II and represents charges other than amounts deducted as non-allowable assets.
- 12. Operational Deductions from Liquid Capital** - Enter total of lines 1 through 7 of Operational Deductions from Liquid Capital (Schedule B, Line 8).

